

ND TEACHERS FUND FOR RETIREMENT  
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2008

	June-08				March-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	Fiscal YTD	FY07	Ended	Ended
		Actual		Net ROR		Actual		Net ROR		Actual		Net ROR		Actual		Net ROR	Net ROR	Net ROR	6/30/2008	6/30/2008
																			Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																				
<i>Structured Growth</i>																				
LA Capital	73,234,540	4.0%	3.9%	4.53%	70,367,826	3.8%	3.9%	-10.04%	74,168,797	3.7%	3.8%	-1.46%	74,638,689	3.7%	3.8%	0.41%	-6.96%	21.75%	8.22%	N/A
<b>Total Structured Growth</b>	<b>73,234,540</b>	<b>4.0%</b>	<b>3.9%</b>	<b>4.53%</b>	<b>70,367,826</b>	<b>3.8%</b>	<b>3.9%</b>	<b>-10.04%</b>	<b>74,168,797</b>	<b>3.7%</b>	<b>3.8%</b>	<b>-1.46%</b>	<b>74,638,689</b>	<b>3.7%</b>	<b>3.8%</b>	<b>0.41%</b>	<b>-6.96%</b>	<b>21.75%</b>	<b>8.22%</b>	<b>10.32%</b>
<i>Russell 1000 Growth</i>				1.25%				-10.18%				-0.77%				4.21%	-5.96%	19.04%	5.91%	7.32%
<i>Structured Value</i>																				
LSV	64,526,868	3.5%	3.9%	-7.66%	70,161,551	3.8%	3.9%	-9.62%	79,534,988	4.0%	4.2%	-5.88%	84,352,453	4.2%	4.2%	-1.07%	-22.29%	23.29%	3.56%	11.19%
<i>Russell 1000 Value</i>				-5.31%				-8.72%				-5.80%				-0.24%	-18.78%	21.87%	3.53%	8.92%
<i>Enhanced Russell 1000 Index</i>																				
LA Capital	59,509,690	3.3%	3.3%	1.30%	58,994,933	3.2%	3.3%	-10.61%	69,541,493	3.5%	3.5%	-1.46%	78,334,599	3.9%	3.9%	0.07%	-10.70%	20.43%	6.55%	9.03%
<i>Russell 1000</i>				-1.89%				-9.48%				-3.23%				1.98%	-12.36%	20.43%	4.81%	8.22%
<i>Enhanced S&amp;P 500 Index</i>																				
Northern Trust	27,307,043	1.5%	1.7%	-2.97%	28,266,970	1.5%	1.7%	-9.42%	53,515,378	2.7%	2.8%	-4.64%	71,396,557	3.5%	3.6%	0.41%	-15.84%	19.26%	3.14%	6.72%
Westridge	61,141,772	3.3%	3.6%	-2.38%	62,915,306	3.4%	3.6%	-9.16%	68,951,447	3.5%	3.6%	-3.13%	93,143,968	4.6%	3.6%	2.15%	-12.25%	21.05%	4.94%	8.02%
Wells Capital	48,430,332	2.6%	2.8%	-4.58%	43,327,775	2.3%	2.8%	-21.06%	54,394,582	2.7%	2.8%	-12.97%	62,909,477	3.1%	2.8%	4.35%	-31.59%	30.71%	N/A	N/A
European Credit Management	29,689,322	1.6%	1.7%	1.25%	27,606,961	1.5%	1.7%	-20.15%	24,860,482	1.3%	1.3%	N/A		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Prudential	33,857,793	1.9%	1.8%	6.15%	32,130,872	1.7%	1.8%	N/A		0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Franklin	28,723,372	1.6%	1.7%	-0.48%	28,905,255	1.6%	1.7%	-8.21%	50,002,640	2.5%	2.8%	-4.69%	52,852,550	2.6%	2.8%	-0.82%	-13.65%	N/A	N/A	N/A
<b>Total Enhanced S&amp;P 500 Index</b>	<b>229,149,635</b>	<b>12.5%</b>	<b>13.2%</b>	<b>-1.21%</b>	<b>223,153,140</b>	<b>12.1%</b>	<b>13.2%</b>	<b>-13.91%</b>	<b>251,724,529</b>	<b>12.7%</b>	<b>13.3%</b>	<b>-5.87%</b>	<b>280,302,552</b>	<b>11.3%</b>	<b>12.9%</b>	<b>1.61%</b>	<b>-18.66%</b>	<b>21.56%</b>	<b>2.40%</b>	<b>6.45%</b>
<i>S&amp;P 500</i>				-2.73%				-9.44%				-3.33%				2.03%	-13.12%	20.59%	4.41%	7.58%
<i>Absolute Return Strategy</i>																				
Epoch	31,962,366	1.7%	1.7%	1.41%	31,642,032	1.7%	1.7%	-5.87%	24,299,793	1.2%	1.3%	-2.47%	14,832,819	0.7%	1.3%	0.07%	-6.84%	N/A	N/A	N/A
<i>S&amp;P 500</i>				-2.73%				-9.44%				-3.33%				2.03%	-13.12%			
<i>S&amp;P 500 Index</i>																				
State Street	34,180,417	1.9%	2.0%	-2.27%	35,123,329	1.9%	2.0%	-10.66%	34,558,111	1.7%	2.0%	-5.73%	36,508,870	1.8%	2.0%	-0.66%	-18.23%	21.86%	2.99%	6.70%
<i>S&amp;P 500</i>				-2.73%				-9.44%				-3.33%				2.03%	-13.12%	20.59%	4.41%	7.58%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>492,563,516</b>	<b>26.9%</b>	<b>28.0%</b>	<b>-0.91%</b>	<b>489,442,811</b>	<b>26.5%</b>	<b>28.0%</b>	<b>-11.74%</b>	<b>533,827,711</b>	<b>26.9%</b>	<b>28.0%</b>	<b>-4.75%</b>	<b>568,969,984</b>	<b>28.1%</b>	<b>28.0%</b>	<b>0.71%</b>	<b>-16.11%</b>	<b>21.66%</b>	<b>4.22%</b>	<b>8.17%</b>
<i>S&amp;P 500</i>				-2.73%				-9.44%				-3.33%				2.03%	-13.12%	20.59%	4.41%	7.58%
<b>SMALL CAP DOMESTIC EQUITY</b>																				
<i>Manager-of-Managers</i>																				
SEI	115,826,059	6.3%	7.2%	-0.34%	111,628,969	6.0%	7.2%	-12.91%	128,153,573	6.5%	7.2%	-6.55%	133,640,864	6.6%	7.2%	-4.34%	-22.41%	17.13%	1.06%	8.52%
<i>Russell 2000 + 200bp</i>				1.09%				-9.43%				-4.09%				-2.60%	-14.48%	18.76%	5.88%	12.50%
Callan	48,891,926	2.7%	2.8%	1.31%	48,377,816	2.6%	2.8%	-11.52%	54,867,271	2.8%	2.8%	-4.57%	58,988,651	2.9%	2.8%	-1.15%	-15.44%	21.00%	N/A	N/A
<i>Russell 2000</i>				0.58%				-9.90%				-4.58%				-3.09%	-16.19%	16.44%		
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>164,717,985</b>	<b>9.0%</b>	<b>10.0%</b>	<b>0.17%</b>	<b>160,006,785</b>	<b>8.7%</b>	<b>10.0%</b>	<b>-12.50%</b>	<b>183,020,844</b>	<b>9.2%</b>	<b>10.0%</b>	<b>-5.95%</b>	<b>192,629,515</b>	<b>9.5%</b>	<b>10.0%</b>	<b>-3.38%</b>	<b>-20.36%</b>	<b>17.89%</b>	<b>2.11%</b>	<b>9.20%</b>
<i>Russell 2000</i>				0.58%				-9.90%				-4.58%				-3.09%	-16.19%	16.44%	3.79%	10.29%
<b>INTERNATIONAL EQUITY</b>																				
<i>Large Cap - Core</i>																				
State Street	32,898,457	1.8%	1.8%	-1.03%	33,703,896	1.8%	1.8%	-9.37%	34,893,732	1.8%	1.8%	-4.46%	36,925,062	1.8%	1.8%	1.39%	-13.11%	27.82%	12.40%	14.27%
<i>MSCI EAFE (1)</i>				-2.25%				-8.91%				-1.75%				2.18%	-10.61%	27.00%	12.84%	14.86%
<i>Large Cap - Active</i>																				
Capital Guardian	101,655,815	5.6%	5.4%	-0.88%	99,619,267	5.4%	5.4%	-11.86%	107,329,149	5.4%	5.4%	-1.22%	111,099,628	5.5%	5.4%	-0.22%	-13.89%	26.04%	11.58%	14.15%
LSV	94,508,699	5.2%	5.4%	-5.00%	100,683,857	5.5%	5.4%	-12.11%	99,937,212	5.0%	5.4%	-5.91%	107,359,995	5.3%	5.4%	-3.24%	-23.98%	29.94%	8.07%	N/A
Bank of Ireland	-	0.0%	1.8%	N/A	33,737	0.0%	1.8%	-16.79%	32,196,571	1.6%	1.8%	-7.97%	35,356,105	1.7%	1.8%	-4.47%	N/A	25.29%	N/A	N/A
<b>Total Large Cap - Active</b>	<b>196,164,515</b>	<b>10.7%</b>	<b>12.6%</b>	<b>-2.93%</b>	<b>200,336,862</b>	<b>10.8%</b>	<b>12.6%</b>	<b>-12.22%</b>	<b>239,462,931</b>	<b>12.1%</b>	<b>12.6%</b>	<b>-4.14%</b>	<b>253,815,729</b>	<b>12.6%</b>	<b>12.6%</b>	<b>-2.12%</b>	<b>-20.05%</b>	<b>27.58%</b>	<b>9.04%</b>	<b>13.03%</b>
<i>MSCI EAFE - 50% Hedged</i>				-1.47%				-12.04%				-2.19%				0.11%	-15.14%	26.94%	10.93%	14.67%
<i>Small Cap - Active</i>																				
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	10,339	0.0%	0.0%	-26.48%	34,264,192	1.7%	1.8%	-3.52%	N/A	24.18%	N/A	N/A
DFA	32,219,195	1.8%	1.8%	-5.13%	34,446,761	1.9%	1.8%	-3.63%	30,853,259	1.6%	1.8%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Wellington	33,196,656	1.8%	1.8%	-2.30%	34,440,608	1.9%	1.8%	-8.24%	34,569,505	1.7%	1.8%	-4.44%	36,560,668	1.8%	1.8%	-1.00%	-15.19%	26.62%	9.83%	16.11%
<b>Total Small Cap - Active</b>	<b>65,415,851</b>	<b>3.6%</b>	<b>3.6%</b>	<b>-3.72%</b>	<b>68,887,369</b>	<b>3.7%</b>	<b>3.6%</b>	<b>-5.94%</b>	<b>65,433,103</b>	<b>3.3%</b>	<b>3.6%</b>	<b>-4.68%</b>	<b>70,824,860</b>	<b>3.5%</b>	<b>3.6%</b>	<b>-2.23%</b>	<b>-15.60%</b>	<b>25.39%</b>	<b>9.53%</b>	<b>16.89%</b>
<i>S&amp;P/Citigroup BMI EPAC &lt; \$2BN</i>				-6.52%				-7.41%				-5.94%				-0.66%	-19.12%	28.60%	10.36%	19.26%
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>294,478,823</b>	<b>16.1%</b>	<b>18.0%</b>	<b>-2.90%</b>	<b>302,928,127</b>	<b>16.4%</b>	<b>18.0%</b>	<b>-10.67%</b>	<b>339,789,767</b>	<b>17.2%</b>	<b>18.0%</b>	<b>-4.28%</b>	<b>361,565,651</b>	<b>17.9%</b>	<b>18.0%</b>	<b>-1.80%</b>	<b>-18.47%</b>	<b>27.21%</b>	<b>9.51%</b>	<b>13.93%</b>
<i>MSCI EAFE - 50% Hedged</i>				-1.47%				-12.04%				-2.19%				0.11%	-15.14%	26.94%	10.93%	14.67%
<b>EMERGING MARKETS EQUITY</b>																				
<i>Core</i>																				
JP Morgan	14,500,774	0.8%	0.9%	-1.34%	14,787,251	0.8%	0.9%	-11.10%	21,417,828	1.1%	0.9%	5.72%	22,064,141	1.1%	0.9%	11.71%	3.57%	46.07%	N/A	N/A
PanAgora	14,918,517	0.8%	0.9%	2.27%	14,647,026	0.8%	0.9%	-12.20%	20,900,244	1.1%	0.9%	3.21%	22,057,329	1.1%	0.9%	15.67%	7.21%	46.34%	N/A	N/A
WestLB	15,414,849	0.8%	0.9%	1.32%	15,277,745	0.8%	0.9%	-9.78%	21,187,582	1.1%	0.9%	5.94%	21,940,265	1.1%	0.9%	14.73%	11.12%	42.11%	N/A	N/A
UBS	22,800,047	1.2%	1.2%	0.49%	27,089,456	1.5%	1.2%	-12.87%	31,231,667	1.6%	1.4%	5.26%	38,528,284	1.9%	1.5%	14.81%	5.82%	42.04%	N/A	N/A
<b>Total Core</b>	<b>67,634,187</b>	<b>3.7%</b>	<b>3.8%</b>	<b>0.65%</b>	<b>71,801,478</b>	<b>3.9%</b>	<b>3.8%</b>	<b>-11.59%</b>	<b>94,737,321</b>	<b>4.8%</b>	<b>3.9%</b>	<b>5.07%</b>	<b>104,590,019</b>	<b>5.2%</b>	<b>4.0%</b>	<b>14.30%</b>	<b>6.87%</b>	<b>43.90%</b>	<b>27.76%</b>	<b>29.00%</b>
<i>MSCI Emerging Markets</i>				-0.80%				-10.92%				3.66%				14.52%	4.89%	45.45%	27.52%	22.84%
<i>Small Cap</i>																				
DFA	14,940,799	0.8%	1.0%	-6.73%	16,106,929	0.9%	1.0%	-13.83%	20,774,227	1.0%	1.0%	0.03%	23,173,081	1.1%	1.0%	7.37%	-13.68%	68.14%	N/A	N/A
<i>MSCI Emerging Markets</i>				-0.80%				-10.92%				3.66%				14.52%	4.89%	45.45%		
<i>Private Equity</i>																				
Capital International	5,308,885	0.3%	0.3%	2.72%	4,693,327	0.3%	0.3%	-5.38%	2,308,126	0.1%	0.1%	-5.35%	875,424	0.0%	0.0%	N/A	N/A	N/A		

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	June-08				March-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	Fiscal YTD	FY07	Ended	Ended
		Actual	Policy			Actual	Policy			Actual	Policy			Actual	Policy		Net ROR	Net ROR	6/30/2008	6/30/2008
																			Net	Net
<b>DOMESTIC FIXED INCOME</b>																				
<b>Core Bond</b>																				
<b>Western Asset</b>	17,631,909	1.0%	0.9%	-1.48%	21,939,792	1.2%	1.0%	-1.65%	24,035,474	1.2%	1.0%	0.80%	26,959,464	1.3%	1.3%	2.07%	-0.30%	7.00%	1.78%	2.90%
<i>Lehman Aggregate</i>				-1.02%				2.17%				3.00%				2.84%	7.12%	6.12%	4.09%	3.86%
<b>Index</b>																				
Bank of ND	30,255,549	1.7%	1.6%	-1.63%	35,302,119	1.9%	1.6%	2.71%	49,327,628	2.5%	3.0%	3.34%	48,493,796	2.4%	3.0%	3.15%	7.70%	5.69%	3.93%	3.57%
<b>Total Index</b>	30,255,549	1.7%	1.6%	-1.63%	35,302,119	1.9%	1.6%	2.71%	49,327,628	2.5%	3.0%	3.34%	48,493,796	2.4%	3.0%	3.15%	7.70%	5.69%	4.17%	3.91%
<i>Lehman Gov/Credit</i>				-1.51%				2.53%				3.10%				3.01%	7.24%	6.00%	3.84%	3.58%
<b>Enhanced</b>																				
<b>Westridge</b>	16,103,687	0.9%	0.8%	-0.77%	16,378,048	0.9%	0.8%	4.05%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Lehman Aggregate</i>								2.17%				0.00%								
<b>Convertibles</b>																				
Calamos (2)	18,453,115	1.0%	0.9%	1.53%	21,075,645	1.1%	1.0%	-7.44%	23,502,773	1.2%	1.0%	-0.08%	28,668,314	1.4%	1.3%	3.45%	-2.86%	N/A	N/A	N/A
<b>Total Convertibles</b>	18,453,115	1.0%	0.9%	1.53%	21,075,645	1.1%	1.0%	-7.44%	23,502,773	1.2%	1.0%	-0.08%	28,668,314	1.4%	1.3%	3.45%	-2.86%	12.55%	4.55%	2.71%
<i>Merrill Lynch All Convertibles (3)</i>				1.52%				-5.61%				-3.25%				1.01%	-6.36%	15.38%	5.72%	6.36%
<b>BBB Average Quality</b>																				
<b>Wells Capital</b>	22,348,849	1.2%	0.9%	-0.29%	24,139,350	1.3%	1.0%	0.49%	24,086,964	1.2%	1.0%	1.86%	26,752,683	1.3%	1.3%	1.60%	3.70%	9.12%	3.26%	4.56%
<i>Lehman BBB</i>				0.11%				-1.05%				1.90%				1.67%	2.62%	7.54%	2.52%	3.44%
<b>Private Debt</b>																				
<b>Prudential</b>	17,744,520	1.0%	0.9%	-1.29%	22,506,324	1.2%	1.0%	0.78%	25,092,832	1.3%	1.0%	1.96%	25,779,554	1.3%	1.3%	1.87%	3.32%	7.16%	3.41%	N/A
<i>Lehman Aggregate</i>				-1.02%				2.17%				3.00%				2.84%	7.12%	6.12%	4.09%	N/A
<b>Timberland</b>																				
TIR - Teredo (4)	22,644,981	1.2%	1.2%	1.20%	22,936,984	1.2%	1.2%	5.03%	22,724,218	1.1%	1.1%	14.96%	20,901,445	1.0%	1.0%	-0.14%	22.02%	26.95%	15.15%	14.07%
TIR - Springbank	50,251,716	2.7%	2.7%	-1.14%	51,179,381	2.8%	2.8%	18.05%	43,265,800	2.2%	2.2%	-0.82%	44,244,400	2.2%	2.2%	-0.43%	15.25%	26.90%	18.41%	N/A
<b>Total Timberland</b>	72,896,697	4.0%	4.0%	-0.41%	74,116,365	4.0%	4.0%	13.56%	65,990,018	3.3%	3.3%	4.24%	65,145,845	3.2%	3.2%	-0.43%	17.50%	27.33%	17.86%	21.14%
<i>NCREIF Timberland Index</i>				1.01%				4.50%				9.38%				3.90%	19.96%	11.89%	17.12%	14.70%
<b>Infrastructure</b>																				
<b>JP Morgan</b>	34,353,148	1.9%	1.9%	6.64%	32,687,042	1.8%	1.8%	6.54%	30,868,931	1.6%	1.6%	0.29%	10,949,920	0.5%	0.5%	-0.58%	13.28%	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	229,787,474	12.6%	12.0%	0.40%	248,144,685	13.4%	12.0%	4.47%	242,904,620	12.3%	12.0%	2.32%	232,749,575	11.5%	12.0%	1.57%	9.02%	12.52%	8.15%	9.65%
<i>Lehman Aggregate</i>				-1.02%				2.17%				3.00%				2.84%	7.12%	6.12%	4.09%	3.86%
<b>HIGH YIELD BONDS</b>																				
<b>Core</b>																				
Loomis Sayles	64,492,362	3.5%	3.1%	2.78%	62,744,755	3.4%	3.2%	-3.55%	65,090,835	3.3%	3.2%	-0.92%	65,442,472	3.2%	3.3%	0.36%	-1.43%	13.37%	5.39%	N/A
Sutter/Wells Capital	56,799,604	3.1%	2.9%	8.90%	52,148,127	2.8%	3.1%	-10.55%	57,845,221	2.9%	3.2%	-0.30%	61,095,808	3.0%	3.3%	-3.34%	-6.12%	9.82%	2.58%	N/A
<b>Total Core</b>	121,291,966	6.6%	6.0%	5.56%	114,892,882	6.2%	6.3%	-6.85%	122,936,056	6.2%	6.4%	-0.62%	126,538,280	6.3%	6.6%	-1.46%	-3.71%	11.59%	4.01%	4.88%
<i>LB High Yield 2% Issuer Constrained Index</i>				1.95%				-2.97%				-1.07%				0.40%	-1.75%	11.22%	4.48%	N/A
<b>Mezzanine Debt</b>																				
Goldman Sachs 2006 Fund	3,713,877	0.2%	0.2%	-3.58%	3,285,117	0.2%	0.2%	-1.13%	2,944,751	0.1%	0.1%	1.47%	2,929,394	0.1%	0.1%	-0.64%	-3.89%	7.39%	N/A	N/A
Goldman Sachs Fund V	4,163,386	0.2%	0.2%	-1.97%	2,366,032	0.1%	0.1%	-0.48%	2,378,802	0.1%	0.1%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
TCW	5,467,367	0.3%	0.3%	9.70%	3,604,493	0.2%	0.2%	0.21%	4,886,330	0.2%	0.2%	0.54%	4,493,732	0.2%	0.2%	-2.96%	7.26%	N/A	N/A	N/A
<b>Total Mezzanine Debt</b>	13,344,630	0.7%	0.7%	2.29%	9,255,642	0.5%	0.5%	-0.45%	10,209,883	0.5%	0.5%	0.78%	7,423,126	0.4%	0.4%	-2.08%	0.49%	7.39%	N/A	N/A
<i>LB High Yield 2% Issuer Constrained Index</i>				1.95%				-2.97%				-1.07%				0.40%	11.22%	11.22%		
<b>Distressed Mortgages</b>																				
PIMCO	7,014,630	0.4%	0.4%	-15.21%	5,714,699	0.3%	0.3%	2.41%	1,699,145	0.1%	0.1%	0.00%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Declaration Management	2,071,865	0.1%	0.1%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Distressed Mortgages</b>	9,086,495	0.5%	0.5%	-15.21%	5,714,699	0.3%	0.3%	2.41%	1,699,145	0.1%	0.1%	0.00%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>LB High Yield 2% Issuer Constrained Index</i>				1.95%				-2.97%				-1.07%				0.40%	-1.75%	11.22%	4.48%	6.88%
<b>TOTAL HIGH YIELD BONDS</b>	143,723,091	7.9%	7.0%	4.12%	129,863,222	7.0%	7.0%	-6.21%	134,845,084	6.8%	7.0%	-0.45%	133,961,406	6.6%	7.0%	-1.53%	-4.27%	11.62%	3.82%	6.32%
<i>LB High Yield 2% Issuer Constrained Index</i>				1.95%				-2.97%				-1.07%				0.40%	-1.75%	11.22%	4.48%	6.88%
<b>INTERNATIONAL FIXED INCOME</b>																				
<b>International Sovereign</b>																				
<b>UBS Global (Brinson)</b>	44,440,031	2.4%	2.5%	-4.28%	50,586,363	2.7%	2.5%	10.26%	45,878,265	2.3%	2.5%	3.33%	44,752,019	2.2%	2.5%	7.50%	17.24%	0.21%	5.56%	6.49%
<i>Citigroup Non-US Gov't Bond Index (5)</i>				-4.72%				10.93%				3.91%				8.10%	18.73%	2.22%	6.63%	7.04%
<b>International Core</b>																				
<b>Brandywine</b>	46,949,317	2.6%	2.5%	0.17%	48,870,999	2.6%	2.5%	1.89%	47,973,203	2.4%	2.5%	2.61%	46,406,302	2.3%	2.5%	5.78%	10.78%	6.63%	7.06%	8.51%
<i>Lehman Global Aggregate (ex-US)</i>				-3.95%				9.32%				3.38%				7.35%	16.53%	3.78%	7.88%	7.38%
<b>TOTAL INTERNATIONAL FIXED INCOME</b>	91,389,348	5.0%	5.0%	-2.10%	99,457,361	5.4%	5.0%	5.98%	93,851,468	4.7%	5.0%	2.96%	91,158,322	4.5%	5.0%	6.62%	13.90%	3.41%	6.31%	7.50%
<i>Citigroup Non-US Gov't Bond Index (5)</i>				-4.72%				10.93%				3.91%				8.10%	18.73%	2.22%	6.66%	7.06%
<b>REAL ESTATE</b>																				
INVESCO - Core	93,422,166			1.80%	92,410,470			1.22%	96,037,067			2.04%	95,950,734			2.98%	8.27%	14.44%	15.34%	14.88%
INVESCO - Fund II	2,066,630			-10.66%	2,659,450			-14.90%	3,152,207			N/A	-			N/A	N/A	N/A	N/A	N/A
J.P. Morgan Strategic & Special Funds	97,950,642			1.06%	98,140,768			-1.54%	99,667,607			2.23%	99,369,333			3.91%	5.69%	19.72%	15.27%	15.26%
J.P. Morgan Alternative Property Fund	23,561,714			4.39%	22,507,392			-0.22%	22,701,747			-0.10%	22,709,392			0.52%	4.59%	6.70%	N/A	N/A
J.P. Morgan Greater China Property Fund	2,254,344			4.52%	1,523,979			N/A	-			N/A	-			N/A	N/A	N/A	N/A	N/A
<b>TOTAL REAL ESTATE</b>	219,255,496	12.0%	9.0%	1.61%	217,242,059	11.8%	9.0%	-0.42%	221,558,628	11.2%	9.0%	1.87%	218,029,459	10.8%	9.0%	3.14%	6.31%	15.47%	14.44%	14.53%
<i>NCREIF TOTAL INDEX</i>				0.56%				1.60%				3.21%				3.56%	9.20%	17.24%	14.82%	14.63%

**ND TEACHERS FUND FOR RETIREMENT  
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2008**

	June-08				March-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Allocation			Quarter	Allocation			Quarter	Allocation			Quarter	Allocation			Quarter	Fiscal YTD	FY07	Ended	Ended
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	6/30/2008	6/30/2008
Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net	Net
ALTERNATIVE INVESTMENTS																				
Brinson IVCF III	250,829			-4.56%	256,498			15.22%	222,612			28.26%	464,589			2.04%	43.92%	110.68%	56.47%	38.94%
Coral Partners V	4,263,585			14.16%	3,734,634			-1.62%	3,797,127			-1.64%	3,394,750			-1.25%	9.09%	-1.78%	5.22%	-8.23%
Coral Partners V - Supplemental	450,578			0.21%	449,647			-0.99%	454,271			-5.29%	485,430			-0.33%	-6.34%	8.49%	3.94%	6.41%
Coral Momentum Fund (Formerly Fund VI)	7,519,041			-9.05%	8,267,036			-9.16%	9,103,224			-4.08%	9,605,189			43.80%	13.96%	-16.26%	-3.63%	-7.09%
Brinson 1998 Partnership Fund	505,991			-8.70%	554,208			2.44%	861,067			7.53%	840,995			6.31%	6.92%	31.02%	17.74%	16.40%
Brinson 1999 Partnership Fund	1,527,776			-0.67%	1,761,932			2.93%	1,712,302			1.84%	2,183,200			8.83%	13.32%	19.95%	15.81%	14.25%
Brinson 2000 Partnership Fund	5,126,082			-1.47%	5,202,522			5.90%	6,358,669			3.81%	6,199,397			12.46%	21.82%	13.52%	21.03%	17.78%
Brinson 2001 Partnership Fund	4,313,109			-2.22%	4,742,642			2.78%	4,615,745			-5.15%	4,925,497			7.25%	2.23%	15.81%	12.37%	9.49%
Brinson 2002 Partnership Fund	2,345,495			0.24%	2,339,874			-2.77%	2,407,083			-1.75%	2,783,089			7.77%	3.20%	11.10%	14.93%	10.72%
Brinson 2003 Partnership Fund	803,354			-3.70%	795,415			-5.49%	904,467			5.07%	871,226			-2.14%	-6.42%	34.38%	16.42%	8.89%
Total Brinson Partnership Funds	14,621,807			-1.21%	15,396,593			2.95%	16,859,333			2.94%	17,803,404			8.74%	13.85%	16.34%	17.75%	14.80%
Brinson 1999 Non-US Partnership Fund	725,096			-0.48%	728,627			7.30%	821,822			-0.20%	833,440			-15.34%	-9.78%	111.26%	38.86%	33.76%
Brinson 2000 Non-US Partnership Fund	1,758,114			-1.62%	1,787,116			13.94%	2,249,959			3.76%	2,194,591			9.22%	27.03%	55.10%	38.56%	28.82%
Brinson 2001 Non-US Partnership Fund	1,187,898			5.56%	1,276,394			-5.09%	1,496,252			4.45%	1,725,121			8.40%	13.44%	7.81%	15.89%	14.66%
Brinson 2002 Non-US Partnership Fund	3,173,829			4.81%	3,028,263			-5.07%	3,320,456			4.69%	3,456,193			9.52%	14.08%	88.98%	43.86%	31.81%
Brinson 2003 Non-US Partnership Fund	2,577,541			-5.71%	2,733,492			15.64%	2,961,316			8.33%	2,766,605			5.76%	24.92%	76.59%	42.47%	23.29%
Brinson 2004 Non-US Partnership Fund	1,237,590			2.26%	1,172,963			12.84%	1,189,079			3.79%	1,159,545			7.85%	29.16%	23.98%	25.88%	N/A
Total Brinson Non-US Partnership Fund	10,660,068			0.86%	10,726,854			5.74%	12,038,883			5.05%	12,135,494			6.06%	18.83%	62.33%	37.12%	28.34%
Adams Street 2008 Non-US Partnership Fd	166,519			0.00%	82,145			N/A	-			N/A	-			N/A	N/A	N/A	N/A	N/A
Brinson BVCF IV	7,613,828			-26.08%	10,299,802			15.47%	9,160,209			4.45%	8,877,966			9.99%	-1.94%	-3.23%	7.62%	9.88%
Adams Street Direct Co-investment Fund	7,882,608			-1.32%	7,988,496			0.00%	7,343,213			5.57%	4,748,273			-0.11%	4.06%	N/A	N/A	N/A
Matlin Patterson Global Opportunities	3,900,845			-12.84%	4,475,266			15.07%	3,890,050			76.23%	2,234,176			-60.15%	-29.56%	10.95%	-11.62%	9.60%
Matlin Patterson Global Opportunities II	16,554,510			-3.67%	17,184,323			-2.01%	17,184,322			-0.54%	15,978,476			0.61%	-5.55%	37.09%	8.69%	N/A
Matlin Patterson Global Opportunities III	8,198,356			0.15%	3,907,122			-2.39%	1,808,147			-2.74%	1,881,593			-15.88%	-20.02%	N/A	N/A	N/A
InvestAmerica	3,932,857			27.85%	3,076,161			-15.93%	3,659,961			0.00%	3,704,300			18.49%	27.36%	13.96%	13.22%	1.67%
Hearthstone MSII	42,490			-62.11%	112,149			0.00%	37,393			0.27%	1			0.00%	-62.01%	-95.85%	-100.00%	-100.00%
Hearthstone MSIII	739,450			-40.46%	1,241,896			24.63%	1,296,093			1.16%	1,763,355			18.89%	-10.75%	208.65%	63.82%	N/A
Corsair III	6,956,144			49.66%	5,153,941			-3.42%	4,874,553			-1.20%	1,828,381			14.87%	64.04%	N/A	N/A	N/A
Corsair III - ND Investors LLC	4,978,509			0.00%	1,244,627			N/A	-			N/A	-			N/A	N/A	N/A	N/A	N/A
Quantum Resources	1,333,475			-45.76%	2,096,719			0.00%	2,097,268			-4.10%	1,820,436			-8.56%	-52.44%	N/A	N/A	N/A
Quantum Energy Partners	1,251,219			12.81%	953,618			0.00%	953,868			4.30%	925,634			-17.70%	-3.17%	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (6)	101,316,717	5.5%	5.0%	-2.51%	96,647,528	5.2%	5.0%	1.21%	94,780,526	4.8%	5.0%	2.51%	87,651,446	4.3%	5.0%	3.37%	4.55%	17.09%	10.80%	10.53%
CASH EQUIVALENTS																				
Northern Trust STIF/STEP	4,427,753	0.2%	1.0%	0.99%	10,383,852	0.6%	1.0%	-1.37%	18,697,235	0.9%	1.0%	0.38%	6,291,510	0.3%	1.0%	0.72%	0.70%	5.25%	3.40%	2.76%
90 Day T-Bill				0.31%				0.88%				1.05%				1.34%	3.63%	5.21%	4.27%	3.18%
TOTAL FUND	1,829,544,072	100.0%	100.0%	-0.53%	1,846,718,162	100.0%	100.0%	-6.42%	1,981,095,557	100.0%	100.0%	-1.73%	2,021,645,391	100.0%	100.0%	1.11%	-7.51%	20.05%	8.42%	11.50%
POLICY TARGET BENCHMARK				-1.17%				-5.60%				-0.67%				2.32%	-5.17%	18.41%	8.32%	10.90%

**NOTE: Monthly returns and market values are preliminary and subject to change.**

- (1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.
- (2) TCW was terminated on September 22, 2006. The portfolio was transferred to Calamos on October 5, 2006.
- (3) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.
- (4) Prior to June 1, 2006, the Toreda properties were under the management of RMK.
- (5) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.
- (6) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.